UNITED STATES INTERNATIONAL TRADE COMMISSION

Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 111th Congress ¹

[Date approved: March 5, 2010]²

Bill No. and sponsor: S. 2147 (Mr. Lamar Alexander of Tennessee and Mr. Bob Corker of Tennessee).

Proponent name, location: Lasko Products, Inc.

Other bills on product (111th Congress only): S. 2127, S. 2145, and S. 2146. 4

Nature of bill: Extension of temporary duty suspension through December 31, 2011.

Retroactive effect: None.

Suggested article description(s) for enactment (including appropriate HTS subheading(s)):

AC electric motors of an output exceeding 37.5 W but not exceeding 72 W, single phase; each equipped with a capacitor, a speed control mechanism, a motor mount of plastics and a self-contained gear mechanism for oscillation (provided for in subheading 8501.40.20).

Check one:	X Same as that in bill as introduced.
	Different from that in bill as introduced (see Technical comments section)

Product information, including uses/applications and source(s) of imports:

An electric motor converts electrical energy into mechanical motion. An alternating current (AC) motor typically consists of two parts: (1) an outside stationary stator having coils supplied with AC current to produce a rotating magnetic field, and (2) an inside rotor attached to the output shaft that is given a torque by the rotating field. AC electric motors can be used in a variety of finished products (e.g., medical equipment and household appliances). However, the subject of this request is a specific type of capacitor-start single phase AC electric motor assembly used to power pedestal-type oscillating portable electric fans of 12, 16, or 18 inches. The principal import source for such motors is China.

Industry analyst preparing report: Joanna Bonarriva (202-205-3312); Tariff Affairs contact: Jan Summers (202-205-2605).

² Access to an electronic copy of this memorandum is available at http://www.usitc.gov/tariff affairs/congress reports/.

³ The proponent did not identify any additional beneficiaries of this bill.

⁴ These proposed bills include similar products that vary in wattage range.

Estimated effect on customs revenue for the subject product classifiable in HTS subheading 8501.40.20:

\searrow	2010	2011	2012	2013	2014
Col. 1-General rate of duty	3.3%	3.3%	3.3%	3.3%	3.3%
Estimated value dutiable imports ^a	\$15,000,000	\$15,000,000	\$15,000,000	\$15,000,000	\$15,000,000
Customs revenue loss b c	\$495,000	\$495,000	\$495,000	\$495,000	\$495,000

<u>a</u>/ Dutiable import estimates were provided by industry sources.

Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date contacted	Claim US makes same	Submission attached?	Opposition noted?
		or competing product(s)?		
			(Yes/No)	
Lasko Products, Inc. (Proponent)				
Casey K. Richter/Lawrence Bogard				
Neville Peterson LLP, 202-776-1145	11/13/2009	No	No	No
A.O. Smith Corp.				
Karen Duke, 414-359-4111	12/3/2009	No	No	No
Association of Home Appliance Manufacturers				
Wayne Morris, 202-872-5955 ext 313	12/2/2009	No	No	No
Baldor Electric Co.				
John Malinowski, 479-648-5909	12/3/2009	No	No	No
Emerson Motor Co.				
Rob Boteler, 314-595-8387	12/2/2009	No	No	No
Faradyne Motors				
Greg Walerski, 315-331-5985	12/3/2009	No	No	No
Hunter Fan Company				
Jim Barrett, 901-743-1360	12/2/2009	No	No	No
Jarden Consumer Solutions				
Vic Michels, 561-912-4397	11/18/2009	No	No	No
The Motor and Motion Association				
Bill Chambers, 508-979-5935,	12/2/2009	No	No	No
bill.chambers@smma.org				
National Electrical Manufacturers Association				
John Meakem, 703-841-3243	11/30/2009	No	No	No
Regal-Beloit Electric Motors, Inc.				
Paul Lin, 260-416-5472	12/4/2009	No	No	No

<u>b</u>/ At the request of Congress, customs revenue loss is provided for 5 years, although the effective period of the proposed legislation may differ.

c/ The general rate of duty on the subject products was suspended under heading 9902.85.09 through December 31, 2009.

Name of firm/organization	Date	Claim US	Submission	Opposition
	contacted	makes same	attached?	noted?
		or competing		
		product(s)?		
		(Yes/No)		
Specialty Motors, Inc.				
Ron Estes, 800-232-2612 ext. 109	12/2/2009	No	No	No

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None.

The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.



111TH CONGRESS 1ST SESSION

S. 2147

To extend the temporary suspension of duty on certain AC electric motors of an output exceeding 37.5 W but not exceeding 72 W.

IN THE SENATE OF THE UNITED STATES

OCTOBER 29, 2009

Mr. ALEXANDER (for himself and Mr. CORKER) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To extend the temporary suspension of duty on certain AC electric motors of an output exceeding 37.5 W but not exceeding 72 W.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. CERTAIN AC ELECTRIC MOTORS OF AN OUT-
- 4 PUT EXCEEDING 37.5 W BUT NOT EXCEEDING
- 5 72 W.
- 6 (a) IN GENERAL.—Heading 9902.85.09 of the Har-
- 7 monized Tariff Schedule of the United States (relating to
- 8 certain AC electric motors of an output exceeding 37.5
- $9\,$ W but not exceeding 72 W) is amended by striking "12/
- 10 31/2009" and inserting "12/31/2011".

- 1 (b) Effective Date.—The amendment made by
- 2 subsection (a) applies to goods entered, or withdrawn from
- 3 warehouse for consumption, on or after the 15th day after

4 the date of the enactment of this Act.

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